

1. CONTRACTING PARTIES. This Contract is between the Utah State Tax Commission, ("Commission"), and the following contractor:

United Parcel Service

1405 West 2200 South Ste.100
Salt Lake City, UT 84119

026681

CONTRACT NUMBER

Dan Earl

Contact Person

1 (800) 742-5877

Phone Number

362407381

Federal Tax ID#

70749G

Vendor Number

96286000000

Commodity Code(s)

LEGAL STATUS OF CONTRACTOR: For-Profit Corporation

2. GENERAL PURPOSE OF THIS CONTRACT: This is a requirements contract containing the basic terms under which United Parcel Service will provide pickup and delivery service(s): Next Day Saver and Ground.
3. PROCURMENT. This contract is entered into as a result of a sole source.
4. CONTRACT PERIOD. Effective Date: July 1, 2002. Termination Date: June 30, 2003, unless terminated early or extended in accordance with the terms and conditions of this Contract. Renewal Options: Multiple 1-year, pursuant to the provisions of the Sole Source.
5. CONTRACT COSTS: Contractor may be paid a maximum of \$99,999.99 for costs authorized by this Contract.
6. ATTACHMENT A: State of Utah, Standard Terms and Conditions
ATTACHMENT B: Service Agreement with Addendum A & B
ATTACHMENT C: Insurance certificates and contractor general tariff
- Any conflicts between Attachment A and other Attachments will be resolved in favor of Attachment A.
7. DOCUMENTS INCORPORATED INTO THIS AGREEMENT BY REFERENCE BUT NOT ATTACHED.
- All other governmental laws, regulations, or actions applicable to the goods and/or services authorized by this Contract;
 - Utah State procurement Code and Procurement Rules; and,
 - Sole Source #SS02312.

IN WITNESS WHEREOF, the parties sign and cause this Agreement to be executed.

Contractor Signature

Date

Division Director

Date

Contractor Name (Please Print)

Budget Officer

Date

Title

Contract Officer

Date

Rodney G. Marrelli, Executive Director

Date

Director, Division of Purchasing

Date

Division of Finance

Date



CONTRACT NUMBER



United Parcel Service

July 30, 1998
PAUL MASH
CONTRACT OFFICER
UTAH STATE TAX COMMISSION
210 N. 1950 W.
SALT LAKE CITY, UT 84116

This Agreement and all UPS Service Guides in effect at the time of shipment contain the basic terms under which United Parcel Service will provide the following pickup and delivery service(s): Next Day Saver and Ground.

UPS and UTAH STATE TAX COMMISSION agree to the following:

General Terms and Conditions

Account Numbers: Only letters, documents, paks, and packages shipped under the account number(s) listed on Addendum A are eligible to participate in these designated incentives, and only these letters, documents, paks, and packages will be used to determine whether UTAH STATE TAX COMMISSION has reached the minimum requirements of this Agreement. If a shipment's UPS waybill does not indicate one of the specified account numbers from Addendum A, UPS cannot apply the incentive in billing your company. UTAH STATE TAX COMMISSION agrees to provide a list of all its shipping locations, including the company name and address of each shipper covered by this Agreement. Account numbers may be added or deleted only by mutual written Agreement by both UPS and UTAH STATE TAX COMMISSION. Additions to Addendum A require five business days advance notice to become effective.

Billing: UTAH STATE TAX COMMISSION agrees to supply package level shipping detail to UPS in a form acceptable to UPS.

Endorsement: UTAH STATE TAX COMMISSION agrees to actively endorse UPS as the recommended delivery company for UTAH STATE TAX COMMISSION and its related divisions, subsidiaries, and affiliates.

Payment Terms: UTAH STATE TAX COMMISSION agrees to pay for all shipments in full within the time period required by UPS.

Confidentiality: UTAH STATE TAX COMMISSION agrees that the rates, incentives, and terms of this Agreement are only applicable to UTAH STATE TAX COMMISSION and its subsidiaries as described in Addendum A - List of Eligible Account Numbers, as end users and may not be used for

resale to any other party without prior written Agreement between UPS and UTAH STATE TAX COMMISSION. UTAH STATE TAX COMMISSION understands that breach of this clause of this Agreement between UPS and UTAH STATE TAX COMMISSION may result in immediate cancellation of this Agreement. UTAH STATE TAX COMMISSION agrees to maintain the confidentiality of this incentive program, both its existence and the conditions, unless disclosure is required by law. UTAH STATE TAX COMMISSION agrees not to post or otherwise publicly display the confidential incentives covered by this Agreement.

Term of Contract: This Agreement may be terminated by either party for any reason upon 30 calendar days prior written notice.

Incentive Program: The specific details of the incentives provided in this program covered by this Agreement are included in Addendum B.

Implementation: UPS will provide the incentive program as set forth in this Agreement and the attached addenda. These rates will remain in effect until such time as either party exercises their right of cancellation, and this contract is subject to periodic review for customer compliance. UPS agrees to apply the incentives set forth in Addendum B as follows:

Service

UPS Ground Hundredweight Service - Regular Pickup
UPS Next Day Air Saver Letter
UPS Ground Commercial

Rebate Frequency

Weekly
Weekly
Weekly

This Agreement and its Addenda contain all the terms and conditions agreed to by the parties and supersedes any prior Agreement between the parties for the Service(s) at the shipping locations listed on the attached Addenda.

The attached Addenda are hereby made part of this Agreement.

Addendum A
Addendum B

List of Eligible Account Numbers
Terms of Contract

(Carrier) UNITED PARCEL SERVICE, INC.


BY (An Authorized Representative)

July 30, 1998
DATE SIGNED


ADDRESS

1405 W. 2200 S. Ste. #100

Salt Lake City, UT 84119

AUG 3, 1998
EFFECTIVE DATE

(Account) Utah State Tax Commission


BY (An Authorized Representative)

Contract Officer
TITLE

August 3, 1998
DATE SIGNED

210 N. 1950 W.
BILLING ADDRESS

Salt Lake City, UT 84116

840670
UPS ACCOUNT NUMBER



United Parcel Service

**UPS Incentive Program
Contract Carrier Agreement
Addendum A
List of Account Numbers**

The shipping locations identified below shall be included in the agreement between United Parcel Service (Carrier) and UTAH STATE TAX COMMISSION (Account):

The following accounts are eligible for incentives as specified in Addendum B:

ACCOUNT	NAME AND ADDRESS	CWT TIER
0000840670	UTAH STATE TAX COMMISSION 210 N 1950 W SALT LAKE CITY UT 84134 US	03

*If any account number is currently included in another contract for an identical product incentive, and this offer is accepted, that account will automatically be considered removed from the existing contract and the terms of that contract are amended automatically to reflect the deletion.

This addendum supersedes the previous addendum as of the effective date.

INITIAL & DATE

By: United Parcel Service: JD 7/30 Account: PXM 8/3/98



United Parcel Service

**UPS Incentive Program
Contract Carrier Agreement
Addendum B
Terms of Contract**

UPS Next Day Air Saver Letter *

UPS will provide the following incentives from the service rates in effect at the time of shipment. Each eligible letter will receive an incentive based on a 52 week rolling average of eligible letters tendered to UPS per the following schedule. Incentives will be applied on a weekly basis.

Origin Country	Zone	Bands	Band Determination		
United States	ALL	\$0.00 - 289.99	Gross charges per week	0.0%	Off list rate
		\$290.00 and up	Gross charges per week	21.0%	Off list rate

The following additional products will be used to determine the tier band of the customer:
UPS Ground Commercial

The incentives stated above apply to account numbers specified in Addendum A.

* Shipper agrees to comply with the letter weight restriction required under the Private Express Statute in its UPS Next Day Air Saver and UPS Second Day Air letters.

UPS Ground Commercial

UPS will provide the following incentives from the service rates in effect at the time of shipment. Each eligible package will receive an incentive based on a 52 week rolling average of eligible packages tendered to UPS per the following schedule. Incentives will be applied on a weekly basis.

Origin Country	Zone	Bands	Band Determination		
United States	ALL	\$0.00 - 289.99	Gross charges per week	0.0%	Off list rate
		\$290.00 and up	Gross charges per week	5.0%	Off list rate

The following additional products will be used to determine the tier band of the customer:
UPS Next Day Air Saver Letter

The incentives stated above apply to account numbers specified in Addendum A.

UPS Ground Hundredweight Service - Regular Pickup

UPS will provide the following incentives from the service rates in effect at the time of shipment where applicable. Each eligible package (or shipment) will receive the incentive listed below for the term of the contract. Incentives will be applied on a weekly basis.

Origin Country	Zone	Weight Range	
United States	ALL		6.0% Off list rate

Minimum Shipment Weight	200 lbs.
Oversize Billable Weight/Piece	30 lbs.
Minimum Weight/Piece	15 lbs.

Minimum Shipment Rates:

Commodity		
Tier	Zone	Rates
03	002	\$35.00
	003	\$35.00
	004	\$35.00
	005	\$35.00
	006	\$35.00
	007	\$35.00
	008	\$35.00

Estimated

Commitment levels for UPS Ground Hundredweight Service - Regular Pickup are at least 50 packages per week. *BB* *50 (FFH) 10* *18/31/98*

The incentives stated above apply to account numbers specified in Addendum A.

U.P.S.

Weekly Service Charge applies as follows

For each account with a weekly billing total of:

no shipping = \$ 12.00

\$ 0.01 to \$ 49.99 = \$ 10.00

\$ 50.00 to above = \$ 6.00